

Allotment, FY 2011 Governor's Recommendation, and Legislative Approved

	FY 2010 Allotment			FY 2011 Legislative Approved		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Self Fund MIPPA eligibility requirement	(168,166)	(340,000)	(2.00)	--	--	
Salary or position reductions				(437,471)	(1,000,000)	
Salary & Other Operating Reduction	(351,144)	(799,235)		--	--	
Clearinghouse contract reduction	(782,400)	(2,000,000)		(782,400)	(2,000,000)	
Use Healthcare Database Fee Fund	(177,492)	--		(177,492)		
Transfer Association Assistance Plan Fund	(443,638)	--		--	--	
Transfer Preventative Health Care Program Fund	(800,000)	--		--	--	
Additional administrative reductions				(758,142)	(1,149,750)	
KATCH grant				--	9,543,066	24.00
Reduce salary and wages				(200,000)	(526,316)	
Transfer positions from DISC						6.00
Subtotal SGF Operations Reductions	(2,722,840)	(3,139,235)	(2.00)	(2,355,505)	4,867,000	30.00
Reduce DMIE SGF match	(6,000)	(6,000)				
Reduce SCHIP Assistance	(1,031,596)	(3,684,271)		(928,894)	(3,317,480)	
Cut Medicaid Rates by 10%	(12,524,313)	(40,405,472)		--	--	
Limit MediKan to 12 months (applies recommendation included in SRS budget)	(570,000)	(570,000)		(1,140,000)	(1,140,000)	
Streamline pharmacy prior authorization				(543,000)	(1,552,000)	
Level Medicaid Rates for professional services				(1,000,000)	(2,800,000)	
Mental Health Pharmacy Management				(800,000)	(2,000,000)	
Restore Mental health pharmacy management				800,000	2,000,000	
Eliminate coverage of certain over the counter medications				(71,260)	(200,000)	
Pursue more aggressive pricing for specialty drugs in Medicaid				(94,063)	(264,000)	
Limit first fill of a name brand prescription to 15 days				(84,000)	(240,000)	
Reduce hospice benefits				(1,458,188)	(4,166,250)	
Expand Drug Use Reviews, provider education, and peer intervention				(175,000)	(500,000)	
Implement Health Care Cost Containment and Recovery Services Contract				(15,808,500)	--	
Assume extension of ARRA enhanced Medicaid match for January 2011 through June 2011				(67,003,927)	--	
Implement 4 brand name prescription per month limit and tiered formulary				(3,696,000)	(12,320,000)	
Raise HealthWave premiums by \$40 per month (subject to federal approval)				(2,800,000)	(11,000,000)	
Assistance Reductions	(14,131,909)	(44,665,743)	--	(94,802,832)	(37,499,730)	--
November Consensus Caseload adjustment	18,324,000	11,373,253		39,624,000	50,793,253	
April Caseload adjustment	(16,400,000)	--		(2,721,180)	(1,589,115)	
Total Adjustments	(14,930,749)	(36,431,725)	(2.00)	(60,255,517)	16,571,408	30.00

FY 2011 Consensus Caseload adjustment includes savings related to ARRA matching funds for the Medicare Part D clawback and billing delays related to the 10% provider payment reduction. The adjustment also includes additional expenditures for the mental health drugs and the impact of the HMO privilege fee on Medicaid managed care organizations.